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State of Utah

School and Institutional TRUST LANDS ADMINISTRATION

Jon M. Huntsman, Jr. Kevin S. Carter Director

675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax) http://www.trustlands.com

October 20, 2005

Chuck Semborski **Energy West Mining Company** P.O. Box 301 Huntington, UT 84528

c/015/0015 RE: Proposed 2006 Exploration Drilling, Mill Fork Coal Tract, ML 48258-Coal

Dear Mr. Semborski:

Thank you for submitting your proposed 2006 exploration drilling plan, dated October 14, 2005 upon Utah trust lands under coal lease ML 48258. Your Submittal meets the requirement that Lessee notify Lessor of proposed operations under the lease. As you are aware, the surface estate is owned and managed by the United State and thus requires additional notifications and permits for the proposed activity.

Please contact Dale Harber, Manti-La Sal National Forest Supervisor's office, Price to obtain surface-use permits for the proposed drilling operations. Mr. Harber will advise you of the Forest Service requirements.

Please contact Sue Burger, BLM Price Field Office, to coordinate site inspections. It is necessary that you contact Ms. Burger as far in advance as possible and make arrangements with her to witness the actual drilling and plugging operations.

Please contact Pam Grubaugh-Littig, Utah DOGM Salt Lake Office, to obtain a SMCRA coal exploration permit for the proposed drilling operations. Ms. Grubaugh-Littig will advise you of requirements to obtain the permit.

The Trust Lands Administration holds Surety Bond #103908996 posted by Pacificorp C/O Interwest Mining Company, with Travelers Casualty and Insurance Company of America as Surety, in the amount of \$50,000.00 to ensure reclamation of the proposed land disturbances.

Please contact me if you have any questions in this matter.

Sincerely,

John T. Blake

Trust Lands Mineral Specialist

- Black

CC: Scott Child

> Dale Harber Sue Burger

Pam Grubaugh-Littig

Utah!